

## Message Text

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61  
ACTION EB-11

INFO OCT-01 ARA-16 ISO-00 OPIC-12 L-03 AID-20 PA-04 PRS-01

USIA-15 CIAE-00 INR-10 NSAE-00 RSC-01 H-03 XMB-07

TRSE-00 OMB-01 CIEP-02 DRC-01 /108 W  
----- 083458

R 092017Z NOV 73  
FM AMEMBASSY BUENOS AIRES  
TO SECSTATE WASHDC 4223  
INFO USDOC WASHDC

LIMITED OFFICIAL USE BUENOS AIRES 8183

E.O. 11652: N/A  
TAGS: ECON, AR  
SUBJECT: ARGENTINE DRAFT FOREIGN INVESTMENT LAW PASSED  
INTO LAW BY CHAMBER OF DEPUTIES

REF: A) BA 8124; B) BA-7920; C) BA-7848; D) BA-7417;  
E) BA-7157; F) BA-5756; G) BA-4568.

1. ACCORDING TO LOCAL PRESS REPORTS, CHAMBER OF DEPUTIES  
NOV. 7 VOTED FINAL APPROVAL OF DRAFT FOREIGN INVESTMENT  
LAW, ENDING OVER FOUR MONTHS OF LEGISLATIVE WRANGLING.  
DEPUTIES ACCEPTED SENATE POSITION ON TWO REMAINING POINTS  
OF DISPUTE, DISCUSSED IN REFS. B AND C, PERMITTING 20  
PER CENT MARGIN FOR NEW FOREIGN INVESTMENT IN RESERVED  
ECONOMIC SECTORS AND DELETING EXPLICIT LIMIT ON LOCAL  
SHORT-TERM BORROWING BY FOREIGN FIRMS. LAW ALSO INCOR-  
PORATES SENATE WORDING REGARDING ROYALTIES, CREDITS,  
OTHER PAYMENTS BETWEEN LOCAL SUBSIDIARIES AND FOREIGN  
PARENT COMPANIES, REPORTED IN REF D.

2. ACTION BY DEPUTIES CONTRADICTS EARLIER INDICATION,  
REPORTED REF A, THAT PERON MIGHT HAVE DECIDED TO RE-  
PLACE THIS BILL WITH NEW TEXT. IN ANY CASE, FREJULI  
BLOC IN DEPUTIES REVERSED EARLIER POSITION IN VOTING  
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FINALLY TO ACCEPT SENATE VERSION, SINCE BUDGET AND

FINANCE COMMITTEE VOTED UNANIMOUSLY ON OCT. 23 TO  
REJECT SENATE AMENDMENTS ON THE DISPUTED POINTS AND  
REPORT OUT ITS MARGINALLY MORE RESTRICTIVE VERSION  
ONCE AGAIN FOR APPROVAL BY FULL CHAMBER. EVALUATION  
OF POINTS AT ISSUE EXPRESSED IN REF B STILL STANDS.

PERON APPEARS TO HAVE INSISTED FINALLY ON ENDING  
LEGISLATIVE HAGGLING IN ORDER TO HAVE SETTLED INVEST-  
MENT RULES AND DECREASE BUSINESS UNCERTAINTY. FURTHER  
COMMENT AND ANALYSIS WILL FOLLOW SEPARATELY.

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NNN

## Message Attributes

**Automatic Decaptoning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** INVESTMENT LAW, FOREIGN INVESTMENTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 09 NOV 1973  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** garlanwa  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1973BUENOS08183  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** n/a  
**From:** BUENOS AIRES  
**Handling Restrictions:** n/a  
**Image Path:**  
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**Legacy Key:** link1973/newtext/t19731145/aaaabgsn.tel  
**Line Count:** 71  
**Locator:** TEXT ON-LINE  
**Office:** ACTION EB  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:**  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** A) BA 8124; B) BA-7920; C) BA-7848;; D) BA-7417;  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** garlanwa  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 15 JAN 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <15-Jan-2002 by shawdg>; APPROVED <06 MAR 2002 by garlanwa>  
**Review Markings:**

Declassified/Released  
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EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** ARGENTINE DRAFT FOREIGN INVESTMENT LAW PASSED INTO LAW BY CHAMBER OF DEPUTIES  
**TAGS:** ECON, EFIN, AR  
**To:** STATE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005